

ATTACHMENT 36

1 Lakes was the verification company, was there any
2 commonality between the employees of Great Lakes
3 and U.S. Bell?

4 A. Yes, they were basically the same
5 employees.

6 Q. So the situation changed when A&M
7 became the verification company?

8 A. Yes.

9 Q. Now, after A&M stopped being the
10 verification company, you indicated Great Lakes
11 came into the picture again?

12 A. From my understanding, they went back
13 to the original script, and it read Great Lakes
14 Verification, and that's how it came back.

15 Q. Do you know who it was that was in
16 charge of the verification company after Anthony
17 Lowe left the picture?

18 A. Who was in charge? Ida was. Ida
19 Irizarry.

20 Q. And she was a U.S. Bell employee, too?

21 A. Yes.

1 Q. And, ultimately, there came a time
2 when there was another transition to F&G, right?

3 A. Yes.

4 Q. Was F&G located in the same physical
5 space as Great Lakes had been in?

6 A. Yes.

7 Q. Do you know who was in charge of F&G?

8 A. Alan Furmankiewicz.

9 Q. Was there another individual -- or you
10 knew about Mr. Furmankiewicz, and him alone?

11 A. I knew about him. Ida was still in
12 charge as director working there. But, yes.

13 Q. Was it your understanding that Ida was
14 still either a U.S. Bell or Buzz employee at that
15 time?

16 A. Yes, she was.

17 Q. And then there came a time when F&G
18 was no longer used as the verification company?

19 A. Right.

20 Q. And it's now The Verification Company?

21 A. The Verification Company, yes.

ATTACHMENT 37

MRJ

Clifford Knapp
06/26/2002 02:54 PM

RECEIVED

2002 JUL -9 A 10: 04

NOT FOR PUBLIC
DISSEMINATION

To: Verna Chamberlain@VZNotes
cc: mary.r.james@state.me.us
Subject: Re: 2002-13110- robert violette

Verna,

I recoured \$70.67 in Business Options' charges for 4-03 through 6-03-02. The carrier charges charges have been adjusted as well that total is \$15.75.

Cliff

Verna Chamberlain

Verna Chamberlain
06/26/2002 02:25 PM

To: Clifford Knapp@VZNotes
cc: Mary.r.james@state.me.us
Subject: 2002-13110- robert violette


Mary

PIC		LPIC	
att	3-16-98	VZ	9-15-97
lgt	2-25-02	lgt	2-25-02
none	4-12-02	VZ	4-12-02
lgt	4-22-02	lgt	4-22-02
none	5-14-02	VZ	5-14-02

there are no credits or recoures on account either for toll or carrier change charges. Verizon records show USBI charges for Business Options, 6-3-02 bill \$20.30, 5-3 for 34.68 and 4-3 for 15.59. I have ordered duplicate bills and TCSI codes for you.

Cliff

Please credit/recourse carrier charges and USBI toll. Thanks

 Verna Chamberlain
06/26/2002 02:21 PM

To: Clifford knapp
cc: Mary.r.james@state.me.us
Subject: 2002-13110- robert violette

Mary

PIC		LPIC	
att	3-16-98	vz	9-15-97
lgt	2-25-02	lgt	2-25-02
none	4-12-02	vz	4-12-02
lgt	4-22-02	lgt	4-22-02
none	5-14-02	vz	5-14-02

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Cliff

Please credit/recourse carrier charges and USBI toll. Thanks

SOP G4 CHAMBERLAIN Verna INQDAC
599: SOP SOID CURRENTLY DISPLAYED IS R5GR0175
207 564-2478 20902-26-02DVFX02-26-02 9A
R5GR0175W 1FR 5H4H111 02-26-02 Y

1

PCL LOCL
CCK MTC NSS

LN (DNL) VIOLETTE, ROBT I S & BEATRICE
LA 120 SOUTH, DOV+ 99999
SA @ SOUTH ST, DOVR-FOXCROFT, ME+ 04426
AHN 46

---BILL

BN1 ROBT VIOLETTE
BA1 120 SOUTH ST
PO DOVR FOXCROFT ME 04426
SS 000-00-0000
IBI ROC N (NA)
STI LOPT 03-17-00
LB 01000
IBC 02-26-02
IZBM OCP

F2=MENU, F3=ABORT, F7=1ST PAGE, F8=LAST PAGE, F10=UP, F11=DOWN

SOP G4 CHAMBERLAIN Verna INODAC

2

599: SOP Soid CURRENTLY DISPLAYED IS R5GR0175

---S&E

C1 1FR/LPIC NYC/LPCX 0698/LPCA DF, 09-15-97/PIC ATX/PICK 0288/PCA CN, 03-16-98

T1 1FR/LPIC LGT/LPCX 0432/LPCA CN, 02-25-02/PIC LGT/PICK 0432/PCA CN, 02-25-02/BI NOLPIC

O1 HZ7

---RMKS

IRMK MTACLKG

F2=MENU, F3=ABORT, F7=1ST PAGE, F8=LAST PAGE, F10=UP, F11=DOWN

Date: 7/23/ 2 Time: 01:01:46 PM

120/25/1039 P.05
P.02/04

804 782 0967 TO 2875889

AUG-13-2003 14:44
11.11.11 PK
PUBLIC UTILITY CUMM

SOP G4 CHAMBERLAIN VERNA TNQDAC
599: SOP SOID CURRENTLY DISPLAYED IS C5NT7698
207 564-2478 20904-12-02DVFX04-12-02 8A
C5NT7698X 1FR D66A5BO 04-12-02 W

CCK MDY 603 622-5033
FDT 0855A
PCL LOCL
ZFRK
ESA

LN (DNL) VIOLETTE, ROBT I S & BEATRICE
LA 120 SOUTH, DOV+ 99999
SA @ SOUTH ST, DOVR-FOXCROFT, ME+ 04426
AHN 46

---BILL

BN1 ROBT VIOLETTE
BA1 120 SOUTH ST
PO DOVR FOXCRAFT ME 04426
LB 01000

---S&E

F2=MENU, F3=ABORT, F7=1ST PAGE, F8=LAST PAGE, F10=UP, F11=DOWN

SOP G4 CHAMBERLAIN Verna INQDAC

6

599: SOP SOID CURRENTLY DISPLAYED IS C5NT7698

C1 1FR/PIC LGT/PICK 0432/PCA CN,02-25-02/LPIC LGT/LPCX 0432/LPCA CN, 02-25-02

T1 1FR/PIC NONE/PICK NO/PCA SN,04-12-02/LPIC NYC/LPCX 0698/LPCA SN, 04-12-02/BI NOLPIC/TPVC 191A3Y

R1 TTR

R1 POR1X

I1 HZ7

R1 AYW

R1 NNK

---RMKS

IRMK (DOE)

IACK 564-2478, HH, 04-12, 12:05

IRMK RETURN FROM GDS SYSTEM

---ASGM

G1 TN 207 564-2478

ROE 00124-00251-11/FDT/EXK 207 564/TN 207 564-2478/LPS/DF F12-01-063E

RMK FACS RESP 02-04-12 12:03:54

---STAT

COC CO/SWO NR01

F2=MENU, F3=ABORT, F7=1ST PAGE, F8=LAST PAGE, F10=UP, F11=DOWN

SOP G4 CHAMBERLAIN Verna INQDAC
599: SOP SOID CURRENTLY DISPLAYED IS R5QH7021
207 564-2478 20904-23-02DVFX04-23-02 9A
R5QH7021R 1FR 5H4H111 04-23-02 Y

PCL LOCL
CCK MTC NSS

LN (DNL) VIOLETTE, ROBT I S & BEATRICE
LA 120 SOUTH, DOV+ 99999
SA @ SOUTH ST, DOVR-FOXCROFT, ME+ 04426
AHN 46

---BILL

BN1 ROBT VIOLETTE
BA1 120 SOUTH ST
PO DOVR FOXCRAFT ME 04426
SS 000-00-0000
IBI ROC N (NA)
STI LOPT 03-17-00
LB 01000
IBC 04-23-02
IZBM OCP

F2=MENU, F3=ABORT, F7=1ST PAGE, F8=LAST PAGE, F10=UP, F11=DOWN

SOP G4 CHAMBERLAIN Verna INQDAC
599: SOP Soid CURRENTLY DISPLAYED IS R5QH7021

8

---S&E

C1 1PR/LPIC NYC/LPCX 0698/LPCA SN, 04-12-02/PIC NONE/PICX NO/PCA SN, 04-12-02
T1 1PR/LPIC LGT/LPCX 0432/LPCA CN, 04-22-02/PIC LGT/PICX 0432/PCA CN, 04-22-
02/BI NOLPIC
O1 HZ7

---RMKS

IRMK MTACLKG

F2=MENU, F3=ABORT, F7=1ST PAGE, F8=LAST PAGE, F10=UP, F11=DOWN

SOP G4 CHAMBERLAIN VERNA INQDAC
599: SOP SOID CURRENTLY DISPLAYED IS C5VR0687
207 564-2478 20905-14-02DVFX05-14-02 1P
C5VR0687F 1FR D68A2CJ 05-14-02 W

9

CCK DRB 603 622-5033
FDT 0136P
PCL LOCL
ZFRK
ESA

LN (DNL) VIOLETTE, ROBT I S & BEATRICE
LA 120 SOUTH, DOV+ 99999
SA @ SOUTH ST, DOVR-FOXCROFT, ME+ 04426
AHN 46

---BILL

BN1 ROBT VIOLETTE
BA1 120 SOUTH ST
PO DOVR-FOXCRAFT ME 04414
LB 01000

---S&E

F2=MENU, F3=ABORT, F7=1ST PAGE, F8=LAST PAGE, F10=UP, F11=DOWN

SOP G4 CHAMBERLAIN Verna INQDAC *LAST PAGE* 10

599: SOP S0ID CURRENTLY DISPLAYED IS C5VR0687

C1 1FR/PIC LGT/PICK 0432/PCA CN,04-22-02/LPIC LGT/LPCX 0432/LPCA CN, 04-22-02

T1 1FR/PIC NONE/PICK NO/PCA FN,05-14-02/LPIC NYC/LPCX 0698/LPCA SN, 05-14-02/BI NOPIC;NOLPIC/TPVC 191A3Y

R1 TTR

R1 POR1X

I1 HZ7

R1 AYW

R1 NNK

---RMKS

IRMK (DOE)

IACK 564-2478, HH, 05-14, 17:04

IRMK RETURN FROM GDS SYSTEM

---ASGM

G1 TN 207 564-2478

ROE 00124-00251-11/FDT/EXK 207 564/TN 207 564-2478/LPS/DF F12-01-063E

RMK FACS RESP 02-05-14 17:02:53

---STAT

COC CO/SWO NR01

F2=MENU, F3=ABORT, F7=1ST PAGE, F8=LAST PAGE, F10=UP, F11=DOWN

CMD MSG COMMAND COMPLETED(1210)
 207 564 2478 209 *NOTE
 ROBT VIOLETTE

DATE	RP	NOTATION	USR	TYPE	PN	ACT	FU
0514	MS	WIL RECEIVE CRED OF 34.68 FRM USBI ADVSD WIL TAKE 2-3 BIL CYCLES	LAB	733	PERM		
0514	MRS	PASS TO USBI FOR CRDT ADVSD MRS IF NOT RESOLVED CALL BACK FOR RECRSE MRS SYS SLMED BY LGT 4-22	DRB	75K	PERM		
0612	MS	GV FCC SLM INFO TO FILE CPLNT CLMS WAS SLMD BY USBI AND IS WAITNG FOR SUPERVISR FRM USBI TO CL HR BCK TDY	LML	738	MISC		
0514	MRS	C5VR0687 02-05-14 I1 WB FN NONE FN	DRB	75K	PSOC		
0423	NA	MTAC RMVD OCP SOID#R5QH7021	LAH	SO1	MISC		
0412	MRS	C5NT7698 02-04-12 LPIC NYC PINE TREE PIC ATK	MDY	735	PSOC		
0412	MRS		MDY	735	CHK		
RP	NOTATION		TYPE	PN	ACT	FU	BD
							0602

CMD MSG
 207 564 2478 209 JUN 03 02 *CSBL LIVE DVFX 1FR
 ROBT VIOLETTE PB 0706 RT AC B-00 DEP 0 CN BD N
 120 SOUTH ST R1 0610 EFT 301 CT DOI 040059 LCU
 DOVR-FOXCRFT, ME 04414 R2 NT C NOB TAX FS---S LCR
 R3 0624 PPD RTN LAL
 CI

TRT HIST 000000000000 CIV
 RCK HIST 000000000000 PAH
 PREV BL 81.66 CUR BL 94.72
 PAY & ADJ PREV BILL PAY & ADJ CURR BILL
 DATE T AMOUNT DATE T AMOUNT
 0516 01 46.30 0614 01 38.39
 0516 N01 .68 0614 N01 1.35

NET 38.34
 LPC .37
 ULD 20.30
 VRT 1.03
 CCG 60.04
 BAL 34.68
 TOT 94.72
 RP NOTATION

+ F
 NBB 34.68

CUR DUE 54.98
 TYPE PN ACT FU BD
 0602 P

XEA0JCX0
/FOR:

Verizon - Xpress Electronic Access

Page 1 of 1
Date: 02/06/2002
Time: 10:06

REQUEST DETAIL

WTN: 207 564-2478 TER: Orig TCSI: 0105 APON: LA564205621150045
ACNA: LGT CIC: 00432 TCSI: 2813 RPON: LA564205621150045
TCSI Type: 0 JI: E Origl JI: B Source Ind:
TCSI Desc: AC INITIATED BATCH ORDER ACCEPTED - SENT TO SWITCH

BTN: 207 564-2478	Old BTN:	
CUS: 209	Old CUS:	LSP ID:
Cus Type Ind: R	NNRC Ind:	NPI:
Svc Ord Nbr:		Old WTN:
Billing Name ROBT VIOLETTE		Old TER:
And Address:		HML:
		Un-PIC Reason:
120 SOUTH ST		BNA Ind: Y
		Current LSP Id:

DOVR FOXCRFT ME 04426
Sent To Carrier Timestamp: 2002/02/26 02:29
Msg: PROCESSING OK
F01-MM F03-PM F04-J F07-SU F08-SD F10-H F11-C

ATTACHMENT 38

1 A. First, U.S. Bell?

2 Q. Right. When were you hired?

3 A. Oh. In March of 2000.

4 Q. March of 2000?

5 A. Yes.

6 Q. What position were you hired for?

7 A. Programmer. That was the title that I
8 came in under for the MIS Department.

9 Q. Could you give me a rough idea what
10 the programmer's job duties were?

11 A. I came in working on creating
12 databases, creating queries, running reports,
13 handling their call records. Basically, database
14 information.

15 Q. Would one such database be, for
16 example, how many states Business Options was
17 selling products in?

18 A. It would be the customer base,
19 containing our customers' names, their addresses,
20 their telephone numbers.

21 Q. Would one such database be customer

1 A. Gayle Perry, she is a step below the
2 president, which is Keanan, the corporate
3 officer.

4 Q. And what is it that you would report
5 to Keanan?

6 A. Basically how my divisions are running
7 on a weekly basis. If I run into snags and I
8 need help, I go to Gayle or Keanan.

9 Q. Are these reports oral in nature, or
10 are they in writing?

11 A. They are in writing. Pretty much
12 graphs and stats.

13 Q. So a typical weekly set of reports
14 would include what?

15 A. Would include how much money went out,
16 how much money came in, concerning our
17 direct-billing, how our customer base is growing.
18 You know, the numbers -- how many people were on
19 cord, how many completed cord; things of that
20 nature.

21 Q. Speaking of customer-base, roughly how

1 many customers does Business Options have?

2 A. I believe we are at approximately
3 42,000.

4 Q. And how long has it been that you have
5 been responsible for the database that would
6 reveal how many customers you have?

7 A. Basically since I started.

8 Q. Is the 42,000 figure -- and I
9 recognize that is's an approximate. I'm not
10 going to hold you to an exact number.

11 A. Okay.

12 Q. Has that number increased or decreased
13 during the period of time in which you have been
14 at U.S. Bell/Buzz?

15 A. It has fluctuated. It's decreased
16 currently.

17 Q. What was the high water mark, roughly?

18 A. 51,000 or 52,000.

19 Q. So 51,000 or 52,000?

20 A. Right.

21 Q. And approximately when was that the

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1 case?

2 A. Oh, I couldn't tell you. Maybe eight
3 or nine months ago.

4 Q. Are you familiar with the document
5 called a tariff?

6 A. No.

7 Q. So in other words, it would be fair to
8 say that you don't have any role in the
9 preparation of the tariff?

10 A. No.

11 Q. You wouldn't have any role in terms of
12 inputting information into a tariff?

13 A. No.

14 Q. Did there come a time when you became
15 aware that the state of Vermont had a problem
16 with how Business Options, Inc. was doing
17 business?

18 A. Yes.

19 Q. Approximately when did that come to
20 your attention?

21 A. I couldn't tell you that.

ATTACHMENT 39

1 for a period of time.

2 Q. Okay. The documents that we saw
3 suggested that the name change went from U.S.
4 Bell to Link Technologies.

5 A. Okay.

6 Q. Does that ring any bells?

7 A. Yes.

8 Q. Would that be accurate, that that was
9 the name change, U.S. Bell to Link Technologies?

10 A. It sounds accurate.

11 Q. Do you have any recollection as to why
12 there was a name change from U.S. Bell to
13 whatever it became?

14 A. Yes. Would you like me to give you
15 the history?

16 Q. At this point, feel free.

17 A. Okay. We started our company in 1992
18 as Business Options. In roughly 1995 or 1996 --
19 or during the initial phase of our company, we
20 only sold to businesses. In roughly 1995 or
21 1996, we started also marketing to residential

1 consumers, and the name "Business Options" became
2 somewhat confusing to those customers who we were
3 marketing. The common response was, "We are not
4 a business." So we had to explain it, and we
5 decided we should get a name that was more
6 user-friendly to the consumer.

7 We decided upon U.S. Bell as
8 descriptive of who we were. We were nationwide,
9 and we were in telephones. So that went along,
10 and we started to -- we wanted to become
11 certified as U.S. Bell and move completely away
12 from Business Options for no other reason than to
13 be user -- friendly with our consumers. At one
14 point we tried to contract with Southwestern Bell
15 to do some business with us. They replied, "Not
16 only are we not going to do a contract with you,
17 but we own the name 'Bell.' Please cease and
18 desist using the name 'Bell' in everything that
19 you do."

20 At that point, we began to survey
21 other names within the public, within our

1 consumers and within our company -- just asking
2 people. And the number one choice was Link
3 Technologies. However, I didn't care for that
4 name. But it became Link Technologies, and the
5 motion was started to get us to change the name
6 to Link Technologies. I was a little bit smarter
7 this time before we went full-blast with Link
8 Technologies. I started looking at trade
9 magazines, and there were several other companies
10 that had the word "link" in them. So I decided
11 that I didn't want to use that name and have the
12 same potential problem that we had with U.S.
13 Bell.

14 At some point my brother came up with
15 the name, North American Communications, which
16 was NACI, and which I also didn't care for. So
17 we surveyed our entire staff, and they came up
18 with a couple of choices for us. And quite
19 honestly, I didn't like any of their choices, and
20 I went with Buzz Telecom, which was a little more
21 descriptive of who we are. We are not a

1 white-collar business; that's just not who we
2 are. We felt more like Buzz Telecom.

3 Anyway, that's where the name, Buzz
4 Telecom, came from. And our goal is actually to
5 operate with just one company name and become
6 certified nationwide as Buzz Telecom and have all
7 of our contracts for Buzz Telecom. As confusing
8 as it is for you boys, it's confusing to us as a
9 company to keep all the documents in alignment.

10 So that's where we are headed. We
11 were Business Options. We have decided not to
12 market as Buzz Telecom until we have all of our
13 certifications in place and also our billing and
14 collection agreements in place. And not only
15 that the agreements are in place, but that we can
16 bill in each of the different states and through
17 all of the different LEC's. So that's a process
18 that's ongoing. We are not quite there yet.
19 Once we get there, hopefully later this year, we
20 will be licensed only as Buzz Telecom at that
21 point. We are making the proper application to

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1 change all of the customers of Business Options
2 to Buzz Telecom, and any of the previous names
3 will be put to bed.

4 (Inaudible discussion between witness
5 and Mr. Hawa.)

6 A. I have another company, Avatar
7 Enterprises, which employs Keanan, myself, and
8 our corporate affairs staff. And we use that as
9 our management company to manage Buzz Telecom.

10 Q. Does Business Options, Inc. then
11 continue to do business as Business Options,
12 Inc.?

13 A. Yes.

14 Q. Does it ever, though, do business as
15 Buzz Telecom?

16 A. Maybe the other way around. Our
17 employees are all paid by Buzz Telecom. When
18 they market, they market Business Options
19 service. When we call people up, they are
20 calling on behalf of Business Options.

21 Q. And they call on behalf of Business

1 Options because Business Options is the entity
2 that has an ongoing authority to do business in
3 whatever state in which they are marketing at
4 that point?

5 A. Yes.

6 Q. And Buzz Telecom may or may not have
7 that authority with respect to that state?

8 A. At this point, I think Buzz Telecom
9 has the authority in almost all the states, but
10 the billing and collection agreements and
11 arrangements are not fully in place.

12 Q. And by billing and collection
13 agreements, are you referring to agreements that
14 exist with an entity called USBI?

15 A. Yes. That agreement is in place.
16 Before we can bill through all the LEC's, we have
17 to have sales scripts and verification scripts
18 approved by the different LEC's, whether it's
19 Ameritech or Southwestern Bell -- well, I guess
20 they are the same now. Anyhow, they need to
21 approve our scripts. Just because we have an

1 production of documents. And I am going to show
2 you --

3 MR. HARKRADER: There are two copies
4 of each.

5 MR. SHOOK: Off the record.

6 (Discussion was held off the record.)

7 BY MR. SHOOK:

8 Q. All right, I should probably start
9 over with my rather long-winded question.

10 A. Okay.

11 Q. You have in front of you now a set of
12 tax returns for the years 1999, 2000 and 2001 --
13 one for Business Options, Inc. and the other
14 being for U.S. Bell, Inc. And I am not going to
15 mention specific figures here, but I take it you
16 will note and agree with me that with respect to
17 Business Options, there was a decrease in each of
18 the three years, '99, 2000 and 2001.

19 A. Yes.

20 Q. And conversely, the U.S. Bell tax
21 returns reflect increases for each of those three

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1 years. So that by the time we reach 2001, the
2 gross receipts for U.S. Bell appear to be
3 somewhere on the order of 30 times greater than
4 that for Business Options, Inc.

5 A. Uh-huh.

6 Q. And considering that you had indicated
7 the customers were virtually all Business
8 Options, Inc. Customers --

9 A. Uh-huh.

10 Q. -- and not U.S. Bell customers, I was
11 wondering if you could provide some explanation
12 as to the differences we can see in the 2001 tax
13 returns for the two companies, Business Options
14 and U.S. Bell?

15 A. The U.S. Bell gross income was
16 probably the combined income of our long-distance
17 customer base and then there was money paid back
18 to Business Options for the use of the
19 certifications and whatnot.

20 Interestingly enough, this is
21 something that we recently have been reviewing --

1 preparing tax returns to the states for the
2 reporting of Business Options. We have been
3 filing our Business Options reports in each of
4 the different states based on the
5 telecommunication revenues. So we have been
6 reporting our telecommunication revenues on
7 Business Options tax returns. If you added up
8 all the different states, it would show an income
9 equal or similar to the U.S. Bell total income.
10 So we have been ensuring that whatever taxes we
11 had to pay throughout the different states was
12 being paid under telecommunications.

13 I don't know if that's where you were
14 headed. But from the advice of our accountants,
15 having the relationship where whatever company we
16 had, whether it's Avatar or U.S. Bell or Business
17 Options, having the income -- the majority of the
18 income at one company was a more accurate picture
19 of what our business is as opposed to
20 proportionate amount to Business Options, a
21 portion to Avatar, and a part to U.S. Bell -- or

1 not Buzz Telecom." So the employees at this time
2 were employed by U.S. Bell, producing sales on
3 behalf of Business Options, so the expenses were
4 U.S. Bell's expenses.

5 Anyway, from a tax standpoint in
6 consultation with our accountants, they felt this
7 provided the most accurate picture -- financial
8 picture to the IRS of what our receipts were.
9 Does that answer your question?

10 Q. I think so.

11 A. Okay.

12 Q. My question was rather long-winded and
13 convoluted, so --

14 A. Okay.

15 Q. And I am not accusing you of answering
16 in the same fashion --

17 A. Okay.

18 Q. -- but you had to deal with the
19 question as it was.

20 A. Okay.

21 Q. So as I understand, as well as I can,

1 the situation in 2001 -- Well, for the year 2001,
2 the customers that paid in the money to Business
3 Options, that money appears, by and large, as the
4 gross receipts for U.S. Bell?

5 A. Correct.

6 Q. And that U.S. Bell in turn had some
7 contractual arrangements with Business Options,
8 and so a portion of the money that was paid into
9 U.S. Bell was in turn paid to Business Options
10 pursuant to that contractual arrangement?

11 A. Yes.

12 Q. And the employees that marketed
13 Business Options products were paid by U.S. Bell?

14 A. Correct.

15 Q. Now, do you have any -- With respect
16 to looking at the 2001 tax returns for U.S. Bell
17 and focusing on the gross receipts figure, do you
18 have any knowledge as to the percentage of that
19 money that was a result of intrastate
20 long-distance?

21 MR. HAWA: We will probably have to

1 get back to you on that one.

2 A. I could only guess at it.

3 Q. What I didn't know, and the purpose of
4 the question was, whether or not your income
5 reports as a general matter were broke up as to
6 what was intrastate revenues as opposed to
7 interstate revenues.

8 A. I don't know. This is just taken off
9 of the total deposits that we make. We do get
10 reports from our billing company, and that is
11 what Mr. Brzycki used to file -- our different
12 reports around the different states. That would
13 break out by each state, and it would break out
14 by intrastate or interstate.

15 Q. For example, you indicated that you
16 had to send checks to the various states --

17 A. Yes.

18 Q. -- for the Universal Service Fund?

19 A. Yes.

20 Q. And in order to do that, you would
21 have to be able to break out what was

1 intrastate --

2 A. Yes.

3 Q. -- revenues with respect to that
4 particular state --

5 A. Yes.

6 Q. -- as opposed to the total revenues
7 that came in from customers in that state?

8 A. Yes.

9 Q. So whatever the difference would be
10 would presumably be the interstate revenues that
11 they have --

12 A. Yes.

13 Q. -- or perhaps international revenues
14 that they have?

15 A. Yes.

16 Q. Because I understand the product you
17 sold also included an international element?

18 A. Yes, that's correct -- what you just
19 said. This is total revenue, and the accountant
20 would have those figures, and he would turn them
21 in to Mr. Brzycki. He did not go into our

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1 accounting software to generate his reports for
2 the returns that he filed. He went right onto
3 our USBI software, which provides all that
4 information. You can run it by day, by month or
5 by year. And that's how he would generate his
6 reports.

7 Q. So Mr. Brzycki would have to look at
8 something that was supplied by USBI --

9 A. Right.

10 Q. -- and then work from there --

11 A. Right.

12 Q. -- and then in turn give you the
13 information that you needed for the checks that
14 you were signing?

15 A. Right. He would fill out all that
16 information and submit it with the request, and
17 then the check would be there. I would send the
18 check and sign the form -- or he would sign the
19 form, I guess, in most cases. Those two things
20 would be the same. The total from the USBI
21 reports -- they would match the total of the